

MINUTES OF MEETING OF BOARD OF PUBLIC WORKS OF AUGUST 10TH, 1937.

The Board of Public Works met in the office of the State Treasurer, Annapolis, Maryland, on Tuesday, August 10th, 1937 at twelve o'clock, noon.

Present -

Wm. S. Gordy, Jr., State Comptroller.  
Hooper S. Miles, Treasurer.

The Board proceeded to open proposals for the purchase of \$900,000 Two and Three-Quarters Per Cent, General Bond Issue of 1937, Issue of June 15th, 1937 and \$2,508,000 Two and Three-Quarters Per Cent, General Bond Issue of 1937, Issue of August 15, 1937, in accordance with advertisements appearing in the "Baltimore Sun" and the "Baltimore News and Post" of July 12th, 16th, 19th, 23rd, 26th, 30th and August 2nd and 6th, as follows -

*Annard -  
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STATE OF MARYLAND  
TREASURY DEPARTMENT

\$900,000 TWO AND THREE-QUARTERS PER CENT.  
"GENERAL BOND ISSUE OF 1937"

Annapolis, Md.

Pursuant to Chapter 487 of the Acts of the General Assembly of Maryland, Session of 1937, providing for the issue of the Certificates of Indebtedness herein mentioned and described, and pursuant also to a resolution of the Board of Public Works of Maryland passed on the 7th day of July, 1937, and on file and open to inspection in the office of the said Board in Annapolis, Maryland, the Treasurer of the State of Maryland will receive bids or proposals for Certificates of Indebtedness of the State of Maryland as follows:

\$900,000 TWO AND THREE-QUARTERS PER CENT. CERTIFICATES OF INDEBTEDNESS  
KNOWN AS "GENERAL BOND ISSUE OF 1937"

Said Certificates of Indebtedness will all be dated June 15th, 1937. (They will all be dated June 15th, 1937.) They will bear interest at the rate of two and three-quarters per centum per annum, payable semi-annually on the 15th days of December and June, respectively, in each and every year during the continuance of the loan. The principal of said loan will be payable upon the Serial Annuity Plan, as more fully set forth in said Act of 1937, Chapter 487, as follows:

GENERAL BOND ISSUE of 1937

<u>Series</u>	<u>Amount</u>	<u>Redeemable</u>
"A"	\$58,000.00	June 15, 1940
"B"	59,000.00	June 15, 1941
"C"	61,000.00	June 15, 1942
"D"	63,000.00	June 15, 1943
"E"	65,000.00	June 15, 1944
"F"	67,000.00	June 15, 1945
"G"	69,000.00	June 15, 1946
"H"	71,000.00	June 15, 1947
"I"	73,000.00	June 15, 1948
"J"	75,000.00	June 15, 1949
"K"	77,000.00	June 15, 1950
"L"	80,000.00	June 15, 1951
"M"	82,000.00	June 15, 1952

The said Certificates of Indebtedness will be of the denomination of \$1,000 each, subject to registration as to principal, and all will be issued with interest coupon attached.

This loan and the interest payable thereon is exempt from the Federal Income Tax, and from State, County and Municipal taxation.

The said bids or proposals must be delivered to the Treasurer of the State, at his office in Annapolis, Maryland, before 12 o'clock noon on  
TUESDAY, AUGUST 10TH, 1937.

Each bid must be for cash on delivery, and must be enclosed in a sealed envelope addressed on the outside "Proposal for General Bond Issue of 1937". Each bid must be accompanied by a certified check upon some responsible banking institution, drawn to the order of the Treasurer of Maryland for five per cent of the par value of the amount bid for. All bids or proposals will be opened at 12 o'clock noon on Tuesday, August 10th, 1937, in the presence of the undersigned.

On the opening of said proposals, as many of said Certificates of Indebtedness as have been bid for, not exceeding, however, the amount for which proposals are invited may be awarded by the Governor, the Comptroller of the Treasury and the Treasurer, or a majority of them to the highest responsible bidder or bidders therefor for cash; and if two or more responsible bidders have made the same bid and such bid is the highest and the certificates so bid for by such highest responsible bidders are in excess of the whole amount of certificates as offered for sale, then such certificates of indebtedness may be awarded in a ratable proportion to such responsible bidders bidding the same price.

The undersigned may, in their discretion, accept one bid for all of said loan or separate bids for parts of said loan, as may produce the largest amount, and they may in their discretion, accept bids which may be for parts of said loan, but are not for all, and they reserve the right in their discretion to reject all bids or any bids.

The Certificates of Indebtedness awarded will be delivered to the successful bidder or bidders, upon receipt of the amount of the successful bid or bids and any accrued interest due on Monday, August 16th, 1937, at the office of the State Treasurer, Annapolis, Md.

Bidders are referred to the said Chapter 487 of the Acts of the General Assembly of 1937, as containing the full terms and provisions of this loan.

It is one of the terms of this offering that the bonds when issued will be the legal and valid binding obligations of the State. The opinion of the Attorney General of Maryland and the opinions of Ritchie, Janney, Ober & Williams, and Mullikin, Stockbridge & Waters to this effect will be delivered to the successful bidder. Bidders may, if they wish, make the legality and validity of the bonds one of the terms of the bid by making the bid "Subject to legality" or using any equivalent form of expression, but without leaving this question to the decision of the bidders or their counsel. - All bids conditioned upon the approval of bidders or counsel, whether named or unnamed, will be treated as conditional bids and rejected, unless the condition is waived by the bidder to the satisfaction of the Board before the award has been made.

Harry W. Nice,  
Governor.  
Wm. S. Gordy, Jr.,  
Comptroller of the Treasury.  
Hooper S. Miles,  
Treasurer.

STATE OF MARYLAND  
TREASURY DEPARTMENT  
\$2,508,000 TWO AND THREE-QUARTERS PER CENT. "GENERAL"  
BOND ISSUE OF 1937"

Annapolis, Md.

Pursuant to Chapter 487 of the Acts of the General Assembly of Maryland, Session of 1937, providing for the issue of the Certificates of Indebtedness herein mentioned and described, and pursuant also to a resolution of the Board of Public Works of Maryland passed on the 7th day of July, 1937, and on file and open to inspection in the office of the said Board in Annapolis, Maryland, the Treasurer of the State of Maryland will receive bids or proposals for Certificates of Indebtedness of the State of Maryland as follows:

\$2,508,000 TWO AND THREE-QUARTERS PER CENT. CERTIFICATES OF  
INDEBTEDNESS KNOWN AS "GENERAL BOND ISSUE OF 1937".

Said Certificates of Indebtedness will be dated August 15th, 1937. They will bear interest at the rate of two and three-quarters per centum per annum, payable semi-annually on the 15th days of February and August, respectively, in each and every year during the continuance of the loan. The principal of said loan will be payable upon the Serial Annuity Plan as more fully set forth in said Act of 1937, Chapter 487, as follows:

GENERAL BOND ISSUE OF 1937		
<u>Series</u>	<u>Amount</u>	<u>Redeemable</u>
"N"	\$161,000.00	August 15, 1940
"O"	165,000.00	August 15, 1941
"P"	170,000.00	August 15, 1942
"Q"	175,000.00	August 15, 1943
"R"	181,000.00	August 15, 1944
"S"	186,000.00	August 15, 1945
"T"	192,000.00	August 15, 1946
"U"	198,000.00	August 15, 1947
"V"	204,000.00	August 15, 1948
"W"	210,000.00	August 15, 1949
"X"	216,000.00	August 15, 1950
"Y"	222,000.00	August 15, 1951
"Z"	228,000.00	August 15, 1952

The said Certificates of Indebtedness will be of the denomination of \$1,000 each, subject to registration as to principal, and all will be issued with interest coupons attached.

This loan and the interest payable thereon is exempt from the Federal Income Tax and from State, County and Municipal taxation.

The said bids or proposals must be delivered to the Treasurer of the State, at his office in Annapolis, Maryland, before 12 o'clock noon on  
TUESDAY, AUGUST 10th, 1937.

Each bid must be for cash on delivery, and must be enclosed in a sealed envelope addressed on the outside "Proposal for General Bond Issue of 1937". Each bid must be accompanied by a certified check upon some responsible banking institution, drawn to the order of the Treasurer of Maryland for five per cent of the par value of the amount bid for. All bids or proposals will be opened at 12 o'clock noon on Tuesday, August 10th, 1937, in the presence of the undersigned.

On the opening of said proposals, as many of said Certificates of Indebtedness as have been bid for, not exceeding, however, the amount for which proposals are invited may be awarded by the Governor, the Comptroller of the Treasury and the Treasurer, or a majority of them to the highest responsible bidder or bidders therefor for cash; and if two or more responsible bidders have made the same bid and such bid is the highest and the certificates so bid for by such highest responsible bidders are in excess of the whole amount of certificates as offered for sale, then such certificates of indebtedness may be awarded in a ratable proportion to such responsible bidders bidding the same price.

The undersigned may, in their discretion, accept one bid for all of said loan or separate bids for parts of said loan, as may produce the largest amount, and they may in their discretion, accept bids which may be for parts of said loan, but are not for all, and they reserve the right in their discretion to reject all bids or any bids.

The Certificates of Indebtedness awarded will be delivered to the successful bidder or bidders, upon receipt of the amount of the successful bid or bids, and any accrued interest due, on Monday, August 16th, 1937, at the office of the State Treasurer, Annapolis, Md.

Bidders are referred to the said Chapter 487 of the Acts of the General Assembly of 1937, as containing the full terms and provisions of this loan.

It is one of the terms of this offering that the bonds when issued will be the legal and valid binding obligations of the State. The opinion of the Attorney General of Maryland and the opinions of Ritchie, Janney, Ober & Williams, and Mullikin,

Stockbridge & Waters to this effect will be delivered to the successful bidder. Bidders may, if they wish, make the legality and validity of the bonds one of the terms of the bid by making the bid "Subject to legality" or using any equivalent form of expression, but without leaving this question to the decision of the bidders or their counsel. All bids conditioned upon the approval of bidders or counsel, whether named or unnamed, will be treated as conditional bids and rejected, unless the condition is waived by the bidder to the satisfaction of the Board before the award has been made.

Harry W. Nice,  
Governor,  
William S. Gordy, Jr.  
Comptroller of the Treasury.  
Hooper S. Miles,  
Treasurer.

The bids received were as follows -

HALSEY STUART & CO.

35 Wall Street,  
New York, N.Y.

Hon. Harry W. Nice, Governor,  
Hon. William S. Gordy, Jr., Comptroller of the Treasury,  
Hon. Hooper S. Miles, Treasurer,  
State of Maryland  
Annapolis, Maryland.

Gentlemen:-

For All or None of Three Million Four Hundred Eight Thousand Dollars (\$3,408,000) STATE OF MARYLAND 2 3/4% CERTIFICATES OF INDEBTEDNESS, offered for sale Tuesday, August 10, 1937, at 12 o'clock Noon Eastern Standard Time, which Certificates represent legal and valid binding obligations of the State, to be issued in coupon form in the denomination of \$1,000 registerable as to principal only, principal and semi-annual interest, December 15 and June 15 on the \$900,000 issue and February 15 and August 15 on the \$2,508,000 issue, payable in Baltimore, the Certificates to be dated June 15, 1937 on the \$900,000 issue and August 15, 1937 on the \$2,508,000 issue and to mature as follows :

<u>\$900,000 issue</u>		<u>\$2,508,000 issue</u>	
\$58,000	due June 15, 1940	\$161,000	due August 15, 1940
59,000	" June 15, 1941	165,000	" August 15, 1941
61,000	" June 15, 1942	170,000	" August 15, 1942
63,000	" June 15, 1943	175,000	" August 15, 1943
65,000	" June 15, 1944	181,000	" August 15, 1944
67,000	" June 15, 1945	186,000	" August 15, 1945
69,000	" June 15, 1946	192,000	" August 15, 1946
71,000	" June 15, 1947	198,000	" August 15, 1947
73,000	" June 15, 1948	204,000	" August 15, 1948
75,000	" June 15, 1949	210,000	" August 15, 1949
77,000	" June 15, 1950	216,000	" August 15, 1950
80,000	" June 15, 1951	222,000	" August 15, 1951
82,000	" June 15, 1952	228,000	" August 15, 1952

186.662

and in all other respects as set forth in the official notice of sale, we bid Par and accrued interest to date of delivery plus a premium of \$227,040.96

It is understood the Certificates will be delivered to us accompanied by the unqualified approving opinion of the Attorney General of the State of Maryland and the opinions of Messrs. Ritchie, Janney, Ober & Williams and Messrs. Mullikin, Stockbridge & Waters whose opinions will be furnished by the State.

We are enclosing herewith our good faith check in the amount of \$170,400 to be held by you pending the fulfillment of our contract if we are the successful bidder. If our bid is not successful, please return our check immediately.

Respectfully submitted,

HALSEY, STUART & CO. INC.  
 BANCAMERICA-BLAIR CORPORATION  
 LADENBURG, THALMANN & CO  
 DICK & MERLE-SMITH  
 GRAHAM, PARSONS & CO  
 HEMPHILL, NOYES & CO.  
 BACON, STEVENSON & CO  
 MANUFACTURERS & TRADERS TRUST CO.  
 ADAMS, MC ENTEE & CO., INC.

B. J. VAN INGEN & CO., INC.  
 SHIELDS & COMPANY  
 STIFEL, NICOLAUS & CO. INC.  
 NEWTON, ABBE & CO.  
 STERN BROTHERS & CO  
 W. W. LANAHAN & CO  
 EQUITABLE TRUST CO. OF BALTIMORE  
 STARKWEATHER & CO. INC.  
 JENKINS, WHEDBEE & POE

BY W.W. LANAHAN & CO.  
 35 Wall Street, New York, N.Y.

LAZARD FRERES & COMPANY

15 NASSAU STREET

NEW YORK

August 10th, 1937.

Mr. Hooper S. Miles, State Treasurer  
 State of Maryland,  
 Annapolis, Maryland.

Dear Sir:

Subject to the provisions of the official notices of sale, which notices are hereby made a part of this proposal, we offer to purchase \$2,508,000 2 3/4% GENERAL BOND ISSUE OF 1937 of the State of Maryland and \$900,000 2 3/4% GENERAL BOND ISSUE OF 1937 of the State of Maryland and for all but no part of the above described certificates we will pay THREE MILLION SIX HUNDRED AND TWENTY THREE THOUSAND ONE HUNDRED AND FORTY SEVEN AND 04/100 DOLLARS (\$3,623,147.04) or \$106.313 for each \$100 par value and accrued interest from the date of said certificates to the date of delivery.

We enclose herewith certified checks totalling \$170,400 payable to the Treasurer of Maryland, which checks are to be returned to us if this proposal is not accepted, otherwise said checks are to be retained as and for liquidated damages in case we fail to take up and pay for said certificates in accordance with the terms of this proposal.

Very truly yours,

Lazard Freres & Company, Incorporated  
 Lehman Brothers  
 Equitable Securities Corp.  
 Rutter & Co.  
 Brown, Goodwyn & Olds (Washington)

Bank of the Manhattan Company  
 Washburn & Company, Inc.  
 Chas. D. Barney & Co.  
 F. W. Craigie & Co. (Richmond)  
 J. N. Hynson & Co. Inc.

Watling, Lerchen & Hayes (Detroit)

By Brown, Goodwyn & Olds

By: /s/ W. L. Goodwyn, Jr.

BANKERS TRUST COMPANY

16 Wall Street,  
New York.

The Honorable Hooper S. Miles, Treasurer,  
State of Maryland,  
Annapolis, Maryland.

Sir:

For all but no part of the following described, legally issued, properly executed direct obligations of the State of Maryland, namely \$900,000 "General Bond Issue of 1937" and \$2,508,000 "General Bond Issue of 1937" Certificates of Indebtedness; the \$900,000 to bear interest at the rate of two and three quarters per centum (2 3/4%) per annum, to be dated June 15, 1937 and to mature June 15 each year

\$ 58,000 Series "A" 1940	\$69,000 Series "G" 1946
59,000 " " "B" 1941	71,000 " " "H" 1947
61,000 " " "C" 1942	73,000 " " "I" 1948
63,000 " " "D" 1943	75,000 " " "J" 1949
65,000 " " "E" 1944	77,000 " " "K" 1950
67,000 " " "F" 1945	80,000 " " "L" 1951
	82,000 " " "M" 1952

and the \$2,508,000 to bear interest at the rate of two and three quarters per centum (2 3/4%) per annum, to be dated August 15, 1937 and to mature August 15 each year

\$161,000 Series "N" 1940	\$192,000 Series "T" 1946
165,000 Series "O" 1941	198,000 Series "U" 1947
170,000 Series "P" 1942	204,000 Series "V" 1948
175,000 Series "Q" 1943	210,000 Series "W" 1949
181,000 Series "R" 1944	216,000 Series "X" 1950
186,000 Series "S" 1945	222,000 Series "Y" 1951
	228,000 Series "Z" 1952

both issues without option of prior payment, to be in coupon form in the denomination of \$1,000, registerable as to principal only, principal and semi-annual interest (June 15 and December 15 on the \$900,000 and February 15 and August 15 on the \$2,508,000) payable in Baltimore, Maryland and as further described in official notice of sale signed, Harry W. Nice, Governor; William S. Gordy, Jr., Comptroller of the Treasury and Hooper S. Miles, Treasurer

we will pay the sum of \$3,616,876.32 or \$106.129 for each \$100. par value of certificates and accrued interest from date of the certificates to date of delivery to us.

This bid is made subject to our being furnished without expense to us, at time of or prior to the delivery of these certificates, legal opinions of the Attorney General of the State of Maryland; Ritchie, Janney Ober & Williams and Mullikin, Stockbridge & Waters, approving the validity of the certificates.

As evidence of our good faith in bidding, we enclose certified checks in the amount of \$170,400 payable to the order of "The Treasurer of Maryland". If this proposal is accepted, these checks are to be retained as part payment for the above mentioned \$3,408,000 Certificates of Indebtedness; otherwise to be returned immediately to us.

This bid is for immediate acceptance.

Very truly yours,

Bankers Trust Company  
Brown Harriman & Co. Inc.  
The First Boston Corporation

Harris Trust & Savings Bank  
 J. & W. Seligman & Co.  
 W. E. Hutton & Co.  
 Robert Garrett & Sons  
 G.M.-P Murpny & Co.  
 Strother Brogden & Co.

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By Robert Garrett & Sons

/s/ Robt Garrett & Sons.

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MERCANTILE TRUST COMPANY  
 of Baltimore

August 10, 1937.

Hon. Hooper S. Miles, Treasurer,  
 State of Maryland,  
 Annapolis, Maryland.

Dear Sir:-

For all but no part of the following described legally issued, properly executed, direct general obligation of the State of Maryland, namely \$3,408,000 "General Bond Issue of 1937" to bear interest at the rate of 2 3/4% per annum, as follows:

\$900,000. to be dated June 15, 1937 and to mature serially June 15, 1940 to June 15, 1952 inclusive, without option of prior payment, to be in coupon form in the denomination of \$1,000. registerable as to principal only, semi-annual interest payable June 15 and December 15

\$2,508,000 dated August 15, 1937 and to mature serially August 15, 1940 to August 15, 1952 inclusive, without option of prior payment, to be in coupon form in the denomination of \$1,000. registerable as to principal only, semi-annual interest payments February 15 and August 15

And as further described in official notice of sale signed, Harry W. Nice, Governor; William S. Gordy, Jr., Comptroller of the Treasury and Hooper S. Miles, Treasurer, we bid the sum of \$106.1259 for each \$100. Certificate and accrued interest from date of Certificate to date of delivery thereof.

It is understood that we shall be furnished, without expense to us, at time of or prior to the delivery of these certificates, satisfactory legal opinion of the Attorney-General of the State of Maryland, approving the validity of the certificates, together with certified papers examined by him; also with the approving opinion of Messrs. Ritchie, Janney, Ober & Williams; and Mullikin, Stockbridge & Waters, attorneys, Baltimore, Maryland.

As evidence of our good faith in bidding, we enclose certified check in amount of \$170,400. payable to the order of the Treasurer of Maryland. If this proposal is accepted, this check is to be retained as part payment for the above \$3,408,000 Certificates, otherwise, it is to be returned immediately to us.

This bid is for immediate acceptance.

Yours very truly,

Mercantile Trust Company of Baltimore.

Kidder, Peabody & Co. New York  
 Northern Trust Company, Chicago  
 Robinson, Miller & Co. Inc. N.Y.

Stein Bros & Boyce, Baltimore  
 Baker Watts & Co.

BY MERCANTILE TRUST COMPANY OF BALTIMORE

JRC/S

/s/ J. R. Crunkleton  
Secretary.

ALEX. BROWN & SONS

Baltimore, Md.

Honorable Hooper S. Miles, Treasurer,  
State of Maryland,  
Annapolis, Maryland.

August 10, 1937.

Dear Sir:

For all, but not for any part of \$3,408,000 State of Maryland 2 3/4%  
Certificates of Indebtedness known as "General Bond Issue of 1937" offered  
for sale August 10, 1937, \$900,000 to be dated June 15, 1937 and to mature  
serially June 15, 1940 to 1952, both inclusive, without option of prior  
payment, and \$2,508,000 to be dated August 15, 1937 and to mature serially  
August 15, 1940 to 1952, both inclusive, without option of prior payment,  
as more fully described in the attached notices of sale which are hereby  
made a part of our bid, we will pay \$105.799 and accrued interest to date  
of delivery for each \$100 principal amount thereof.

The above Certificates of Indebtedness are to be legal, valid and binding  
obligations of the State of Maryland, the State agreeing to furnish the  
opinion of the Attorney General of Maryland and the opinions of Messrs.  
Ritchie, Janney, Ober & Williams and Messrs. Mullikin, Stockbridge & Waters,  
showing same prior to delivery.

We enclose our certified checks totaling \$170,400 drawn to the order  
of the Treasurer of Maryland as a deposit in accordance with the terms of  
the bid which we would ask to have returned to our representative in case  
the Certificates of Indebtedness are not awarded to us.

Very truly yours,

/s/ Alex. Brown & Sons  
Alex. Brown & Sons  
The Chase National Bank  
Salomon Brothers & Hutzler  
L. F. Rothschild & Co.  
F. S. Moseley & Company

By: /s/ Alex. Brown & Sons

Alex. Brown & Sons.

Baltimore, Md.  
August 10, 1937.

Honorable Hooper S. Miles, Treasurer,  
State of Maryland,  
Annapolis, Maryland.

Dear Sir:-

For all, but not for any par, of \$900,000 State of Maryland 2 3/4%  
Certificates of Indebtedness known as "General Bond Issue of 1937"  
offered for sale August 10, 1937 to be dated June 15, 1937 and to  
mature serially June 15, 1940 to 1952, both inclusive, without option  
of prior payment, as more fully described in the attached notice of sale  
which is hereby made a part of our bid, we will pay \$105.489 and accrued

interest to date of delivery for each \$100 principal amount thereof.

The above Certificates of Indebtedness are to be legal, valid and binding obligations of the State of Maryland, the State agreeing to furnish the opinion of the Attorney General of Maryland and the opinions of Messrs. Ritchie, Janney, Ober & Williams and Messrs. Mullikin, Stockbridge & Waters, showing same prior to delivery.

We enclose our certified check in the amount of \$170,400 drawn to the order of the Treasurer of Maryland as a deposit in accordance with the terms of the bid which we would ask to have returned to our representative in case the Certificates of Indebtedness are not awarded to us.

Very truly yours,

/s/ Alex Brown & Sons  
Alex. Brown & Sons  
The Chase National Bank  
Salomon Brothers & Hutzler  
L. F. Rothschild & Company  
F. S. Moseley & Company

By: .s. Alex. Brown & Sons.

ALEX. BROWN & SONS

Baltimore, Md.  
August 10, 1937.

Honorable Hooper S. Miles, Treasurer,  
State of Maryland,  
Annapolis, Md.

Dear Sir:-

For all, but not for any part of \$2,508,000 State of Maryland 2 3/4% Certificates of Indebtedness known as "General Bond Issue of 1937" offered for sale August 10, 1937 to be dated August 15, 1937 and to mature serially August 15, 1940 to 1952, both inclusive, without option of prior payment, as more fully described in the attached notice of sale which is hereby made a part of our bid, we will pay \$105.619 and accrued interest to date of delivery for each \$100 principal amount thereof.

The above Certificates of Indebtedness are to be legal, valid and binding obligations of the State of Maryland, the State agreeing to furnish the opinion of the Attorney General of Maryland and the opinions of Messrs. Ritchie, Janney, Ober & Williams and Messrs. Mullikin, Stockbridge & Waters, showing same prior to delivery.

We enclose our certified check in the amount of \$170,400 drawn to the order of the Treasurer of Maryland as a deposit in accordance with the terms of the bid which we would ask to have returned to our representative in case the Certificates of Indebtedness are not awarded to us.

Very truly yours,

/s/ Alex. Brown & Sons.  
Alex. Brown & Sons.  
The Chase National Bank  
Salomon Brothers & Hutzler  
L. F. Rothschild & Company  
F. S. Moseley & Company

By: .s. Alex. Brown & Sons

THE NATIONAL CITY BANK  
of New York

New York.

August 10, 1937.

Hon. Hooper S. Miles, Treasurer,  
State of Maryland,  
Annapolis, Maryland.

Dear Sir:-

For all but no part of the following described, legally issued, properly executed, direct general obligations of the State of Maryland, namely \$3,408,000 Certificates of Indebtedness, known as "General Bond Issue of 1937", offered for sale August 10, 1937, to be in coupon form in denomination of \$1,000; to consist of \$2,508,000, bearing interest at the rate of two and three-quarters per centum per annum, payable semi-annually on February 15 and August 15; to mature without option of prior payment

\$161,000 on August 15, 1940  
165,000 on August 15, 1941  
170,000 on August 15, 1942  
175,000 on August 15, 1943  
181,000 on August 15, 1944  
186,000 on August 15, 1945  
192,000 on August 15, 1946  
198,000 on August 15, 1947  
204,000 on August 15, 1948  
210,000 on August 15, 1949  
216,000 on August 15, 1950  
222,000 on August 15, 1951  
228,000 on August 15, 1952

and \$900,000, bearing interest at the rate of two and three-quarters per centum per annum, payable semi-annually on December 15 and June 15; to mature without option of prior payment

\$ 58,000 on June 15, 1940  
59,000 on June 15, 1941  
61,000 on June 15, 1942  
63,000 on June 15, 1943  
65,000 on June 15, 1944  
67,000 on June 15, 1945  
69,000 on June 15, 1946  
71,000 on June 15, 1947  
73,000 on June 15, 1948  
75,000 on June 15, 1949  
77,000 on June 15, 1950  
80,000 on June 15, 1951  
82,000 on June 15, 1952

and as further described in the attached notice of sale which is hereby made a part of this bid, we will pay \$3,600,889.39/100, equivalent to \$105.6599 for each \$100 par value of Certificates of Indebtedness, and accrued interest from the date of the Certificates to the date of delivery.

This bid is subject to our being furnished, without cost to us, at the time of, or prior to the delivery of the Certificates of Indebtedness, with the satisfactory legal opinions of the Attorney General of the State of Maryland; Ritchie, Janney, Ober & Williams; and Mullikin, Storkbridge & Waters, Esq., approving the validity of the issue; also with copy of the record of proceedings and other certified papers examined by them.

To qualify this bid, we enclose herewith the required checks in the amount of \$170,400, drawn to the order of Treasurer of Maryland. It is understood that if we are the successful bidders for this issue, our checks will be retained as partial payment of the total purchase price named herein, but if we are not the successful bidders these checks will be returned immediately.

This bid is for immediate acceptance.

Very truly yours,

THE NATIONAL CITY BANK OF NEW YORK  
EDWARD B. SMITH & CO.  
BLYTH & CO. INC.  
UNION TRUST CO. OF MARYLAND  
GEO. B. GIBBONS & CO INC.  
FIRST OF MICHIGAN CORPORATION  
ELDRIDGE & CO. INC.  
ROOSEVELT & WEIGOLD INC.  
KELLEY RICHARDSON & CO  
FIRST NATIONAL BANK OF ST. PAUL  
SCHAUMBURG REBHANN & LYNCH  
OWEN DALY & CO.

By: /s/ Owen Daly & Co.

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MACKUBIN LEGG & COMPANY

Redwood & South Sts.

Baltimore

T U E S D A Y  
August 10, 1937.

Treasurer of the State of Maryland  
Annapolis, Maryland.

Dear Sir:-

Referring to your request for sealed bids for

\$2,508,000 Two and Three-Quarters Per Cent Certificates of  
Indebtedness known as "General Bond Issue of 1937" to be  
dated August 15, 1937, and due serially August 15, 1940 to  
1952 inclusive,

AND

\$900,000 Two and Three-Quarters Per Cent Certificates of  
Indebtedness known as "General Bond Issue of 1937" to be  
dated June 15, 1937, and due serially June 15, 1940 to  
1952 inclusive,

both more particularly described in the attached advertisements, we hereby  
offer to pay you for all, but not for any part thereof . 105,355 and accrued  
interest from date of bonds to date of delivery for each \$100 par value  
thereof.

This bid is made with the understanding that the bonds are the direct  
obligations of the State of Maryland, the full faith, credit and taxing power  
of which is pledged for the payment of both principal and interest and that  
the bonds are legally and validly issued and sold.

As evidence of good faith, we enclose certified check for \$170,400.  
This check is to be used in part payment of the bonds in case our bid is ac-  
cepted, otherwise to be returned to us promptly.

Very truly yours,

MACKUBIN LEGG & CO  
FIRST NATIONAL BANK OF NEW YORK  
PHELPS FENN & CO  
RL W. PRESSRICH & CO  
STONE & WEBSTER & BLODGET INC.  
DARBY & COMPANY INC.  
MERCANTILE COMMERCE BANK & TRUST CO

FIRST NATIONAL BANK OF  
Baltimore.

BY /s/ Mackubin Legg & Co.

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CHEMICAL BANK & TRUST COMPANY  
165 BROADWAY  
NEW YORK

August 10, 1937.

Mr. Hooper S. Miles, Treasurer,  
State of Maryland,  
Annapolis, Md.

Dear Sir:

For all or none of the following described, legally issued, properly executed, general obligations of the State of Maryland, namely,

\$900,000		
2 3/4% CERTIFICATES OF INDEBTEDNESS KNOWN AS "GENERAL BOND ISSUE OF 1937" Dated June 15, 1937		
Series	Amounts	Maturities
A	58,000	June 15, 1940
B	59,000	June 15, 1941
C	61,000	June 15, 1942
D	63,000	June 15, 1943
E	65,000	June 15, 1944
F	67,000	June 15, 1945
G	69,000	June 15, 1946
H	71,000	June 15, 1947
I	73,000	June 15, 1948
J	75,000	June 15, 1949
K	77,000	June 15, 1950
L	80,000	June 15, 1951
M	82,000	June 15, 1952

\$2,508,000		
2 3/4% CERTIFICATES OF INDEBTEDNESS KNOWN AS "GENERAL BOND ISSUE OF 1937" Dated August 15, 1937		
Series	Amounts	Maturities
N	161,000	August 15, 1940
O	165,000	August 15, 1941
P	170,000	August 15, 1942
Q	175,000	August 15, 1943
R	181,000	August 15, 1944
S	186,000	August 15, 1945
T	192,000	August 15, 1946
U	198,000	August 15, 1947
V	204,000	August 15, 1948
W	210,000	August 15, 1949
X	216,000	August 15, 1950
Y	222,000	August 15, 1951
Z	228,000	August 15, 1952

to be in coupon form, in denomination of \$1,000, subject to registration as to principal, principal and semi-annual interest (June 15th and December 15th) on the \$900,000 issue and (February 15 and August 15) on the \$2,508,000 issue payable in Baltimore, Maryland, in lawful money; the successful bidder to be furnished with the unqualified approving opinions of the Attorney General of the State of Maryland Messrs Ritchie, Janney, Ober & Williams and Messrs. Mullikin, Stockbridge & Waters, to the effect that these certificates of indebtedness are general obligations of the State of Maryland for which the full faith and credit of the State are pledged, all as set forth in the notice of sale attached hereto and made a part of this bid:

We will pay par (\$900,000) and accrued interest to delivery date, plus a premium of \$46,260.00 for the \$900,000 issue and par \$2,508,000 and accrued interest to delivery date plus a premium of \$128,211.20 for the \$2,508,000 issue.

Equivalent to \$105.14 per \$100.

As evidence of our good faith we are attaching hereto certified check for \$170,400 to the order of "Treasurer of Maryland", being the 5% deposit required; these funds to be retained by you as part payment of the purchase price in the event we are the successful bidder, otherwise to be returned forthwith.

Yours very truly,

CHEMICAL BANK & TRUST COMPANY  
 ESTABROOK & CO.  
 KEAN TAYLOR & CO.  
 R. L. DAY & CO.  
 E. H. ROLLINS & SONS INCORPORATED  
 TUCKER ANTHONY & CO.  
 CAMPBELL PHELPS & CO. INC.

BY CHEMICAL BANK & TRUST COMPANY

/s/ C. C. Williams

Assistant Vice President.

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On motion duly seconded the Board accepted the proposal of Halsey Stuart & Co. and Associates, and awarded the bonds to those bidders.

*Arrail*  
106.662

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The Secretary brought to the attention of the Board a copy of letter written on August 2nd, 1937, by the Governor to Robert E. Vining, Foreman of the May Term, 1937 Grand Jury, Baltimore City, in connection with the possibility of providing funds for expenses of a Commission to be appointed to investigate the Penal Institutions and Jails of the State.

The Board decided it would be unable to make any funds available for the purpose, because there were no funds at its disposal.

*mscl.*

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The Secretary read to the Board a letter addressed to the Board, under date of July 29th, 1937, by the Attorney General, relative to the possible use which could be made of a balance of \$11,511.77, remaining to the credit of the Maryland Veterans' Relief Commission at September 30th, 1935. The Board was inclined to believe since the amount in question was a balance left after paying all obligations to Veterans to September 30th, 1935, that no further use could be made of this money in connection with administrative expenses of the Maryland Veterans' Relief Commission, or for payments to Veterans for relief, as appropriations for those purposes were made in the budgets for the years beginning October 1st, 1935.

The Secretary was instructed to refer the matter to the Attorney General, and ask him if, in view of these facts, it would be permissible to authorize the expenditure of any part of the balance.

*mscl.*

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St. Exam. Bld.

The Secretary took up with the Board a file of correspondence between the Secretary and the Board of Examiners and Registration of Architects, relative to the reverting to the State Treasury of the balance of \$988.40, to the credit of the Board at May 31st, 1937, the amount being an unexpended balance at that date after taking care of obligations of the Board.

The Board of Public Works approved the reverting to the State Treasury of the sum of \$988.40.

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The Secretary read to the Board a Resolution passed by the Baltimore Chapter of the American Institute of Architects in connection with complaints heretofore made about the erection of a garage and other use made of property at St. Mary's Female Seminary, which it is thought mars the approach to St. Mary's City and the restored Capitol .

The Secretary was instructed to forward a copy of the Resolution to the Trustees of St. Mary's Female Seminary, and request their views on the complaint.

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The Secretary read to the Board a letter dated August 6th, 1937, from the State Industrial Accident Commission, reading as follows -

STATE INDUSTRIAL ACCIDENT COMMISSION  
BALTIMORE, MD.

August 6, 1937.

To the Honorable,  
The Board of Public Works,  
Annapolis, Maryland.

Honorable Sirs:

The space in the Equitable Building, Baltimore, Maryland, occupied by this Commission is covered by a three year lease which expires October 30, 1937 and unless sixty days written notice (which would be August 30th, 1937) is given for the cancellation of this lease, it automatically renews itself for an additional period of three years.

While we heretofore advised you of the expiration date of this lease, in the questionnaire which you sent us and which we recently returned to you, we are at this time specifically directing your attention to this in view of the proposed erection of the new office building at Annapolis, won't you please advise us promptly as to what steps the Commission should take.

Yours very truly,

/s/ Wm. F. Broening,  
William F. Broening,  
Chairman.

WFB:S

The Secretary was instructed to advise the State Industrial Accident Commission that the Board of Public Works is unable at this time to advise the Commission in the matter, but suggested that the owners of the building be contacted by the State Industrial Accident Commission and explanation be made as to the situation in which the State finds itself at the present time. It was suggested that the State continue to occupy the offices used by the State Industrial Accident Commission without a lease until such time as it would be possible for the Board of Public Works to decide what would be done in connection with the erection of a State Office Building in Annapolis.

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The Secretary brought to the attention of the Board a file of correspondence in connection with the lightning-rod system on the State House in Annapolis, Md. Attention was called to the fact that the system at present is in bad repair and is not giving the building the protection it ought to receive, and if not repaired it would be more of a danger than protection to the building.

After consideration of the matter the Board decided it unnecessary to make the repairs to the lightning-rod system, and that in accordance with the suggestion made by the lightning-rod people that if not repaired the system would be more of a danger than a protection, the Board authorized the removal of the cables and other equipment from the State House property.

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The Secretary brought to the attention of the Board a letter from Mr. J. Kemp Bartlett, Jr., in which the Board was requested to make available the sum of \$50.00 to pay for flags bought for the Boy Scouts of Maryland who attended the National Jamboree of Boy Scouts of America at Washington from June 30th to July 9th. *mael.*

The Board decided it did not have available funds for the purpose.

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The Board took up the question of various requests made by the State Roads Commission for allotments from the Emergency Reconstruction Bond Issue of 1936 for restoration of bridges, roads, etc., damaged by floods.

Upon referring to Chapter 15 of the Acts of the Special Session of 1937, the Board found that it would not be permissible to make use of any proceeds of the 1936 Loan until all damage arising from the storm of March 1936 had first been replaced or repaired.

The Secretary was instructed to write the State Roads Commission, and request the Commission to certify to the Board of Public Works the total amount which it will be necessary for the Board to reserve out of the proceeds of the sale of the bonds to take care of all damage occasioned by the flood of March 1936, after which the Board would give consideration to requests for allotments for damages occurring in other years as authorized by Chapter 15 of the Acts of 1937.

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The Secretary brought to the attention of the Board a letter from the State Auditor, dated August 3rd, 1937, reading as follows -

STATE AUDITOR

August 3rd, 1937.

Board of Public Works,  
Union Trust Building,  
Baltimore, Maryland.

Gentlemen:-

In connection with our examination of the records of the various examining boards, we do not find evidence that the boards are submitting, for your approval, itemized estimates of their expenses and disbursements, in accordance with the provisions of Article 41, Sections 118 to 124, inclusive. Further, Section 121 of this article provides that you shall determine which of the Boards

and agencies mentioned in Section 118 can discharge its duties or part of its duties with equal or greater efficiency and greater economy at the office of the Commissioner of State Employment and Registration.

These matters are mentioned for your consideration and for your comments for the guidance of this office in making future examinations of the Boards.

Very truly yours,

/s/ James L. Benson,

State Auditor.

JLB:C

No action was taken on the foregoing letter.

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The following letter from the State Auditor, dated August 3rd, 1937, was read and considered -

*State Employees*

STATE AUDITOR

August 3, 1937.

Board of Public Works,  
Union Trust Building,  
Baltimore, Maryland.

Gentlemen:-

In connection with our examination of the records of State agencies, I find that the allowances for the use of privately owned cars on official business range from five to ten cents per mile. In the majority of cases, the rates appear to have been set more or less arbitrarily by the agencies themselves.

It is recommended, for economy and uniformity, that a definite rate be adopted by the Board of Public Works and that it be put into effect as of October 1st, 1937. As the payment for the use of privately owned automobiles is a payment for transportation, it is logical that a uniform rate should be used for all State agencies, just as transportation companies provide a basic rate for service, regardless of the user or traveler. The establishment of a uniform rate would, no doubt, come within your jurisdiction, just as did the establishing of a better control over the amounts paid for traveling expenses, accomplished by your resolution of March 24, 1936.

It is further recommended that the rate established be set at five cents per mile. Rates of five cents, or lower, have been specified by the Legislature for certain examining boards and for the Cheltenham School for Boys and the five-cent rate is used by at least two State agencies (The Parole Commissioner and the State Auditor). Statistics of certain departments, including the State Department of Health and this office, indicate that State-owned cars may be operated for five cents, or less, per mile. Five cents per mile is the rate used by the Federal government and, according to a report on travel expense regulations of State governments, as compiled by the Municipal Finance Officers' Association, April 26, 1937, a copy of which is attached, the majority of the states reporting use a rate of five cents, or less, per mile.

Very truly yours,

/s/ James L. Benson,

State Auditor.

JLB:C  
ENCLS

The Board approved the rate of 5¢ a mile allowance for traveling in privately owned automobiles effective from October 1st, 1937. In the event any Department felt compelled to object to that allowance the Board would be willing to have submitted to it reasons why the allowance is not sufficient.

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The Secretary read to the Board a letter from Senator Ridgely P. Melvin, dated August 4th, 1937, relative to the State Office Building Law.

Mr. Blakeman stated that he had been asked by the Governor to suggest to the Board of Public Works, that the Attorney General be requested for an opinion setting forth whether the Board has authority to order the removal of any State Departments from Baltimore to Annapolis, as the Governor considered it of major importance to have the views of the Attorney General in the matter.

No action was taken by the Board on this question.

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The Secretary brought to the attention of the Board a resolution passed by the Women's Democratic Club of Annapolis, recommending the site on College Ave. between the Post Office and Bladen Street opposite the Governor's Mansion for the proposed State Office Building.

The Board ordered the resolution filed for future consideration.

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The Secretary brought to the attention of the Board several letters in connection with the commissioning of Architects for the preparation of plans and specifications for the proposed office building in Annapolis.

The Board ordered the letters filed for future consideration.

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The Secretary brought to the attention of the Board a letter from Leon Lipman, Annapolis, requesting consideration of the premises known as no. 18 West Street, Annapolis, as a site for the proposed Office Building in Annapolis.

The Board ordered the letter filed for future reference.

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The Secretary brought to the attention of the Board a resolution by the Annapolis Chamber of Commerce, recommending as a site for the proposed Office Building the land on College Ave. between the Post Office and Bladen Street, opposite the Executive Mansion.

The Board ordered the resolution filed for future reference.

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The Secretary brought to the attention of the Board a letter from the State Auditor in connection with a lease for the offices used by the State Auditing Department on the 6th Floor of the Union Trust Building, Baltimore. The lease under which the State Auditor has occupied the offices expired April 30th, 1937 and since that date the Auditor has been a monthly tenant of the Union Trust Company.

The Board decided it would not authorize the execution of a lease for the offices, but that the State Auditor could continue to occupy the offices from month to month at the rental in effect under the old lease.

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The Secretary brought to the attention of the Board a letter from George Forbes, Baltimore, relative to a location for the proposed State Office Building in Annapolis.

The Board ordered the letter filed for future consideration.

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The Secretary brought to the attention of the Board a letter from Mayor Louis N. Phipps of Annapolis, relative to use of the site on College Ave., between the Post Office and Bladen Street, opposite the Executive Mansion, for the proposed State Office Building in Annapolis.

The Board ordered the letter filed for future reference.

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The Secretary brought to the attention of the Board a letter from Rosewood State Training School, relative to the water situation existing at the Institution.

The Board decided it was unable to do anything at this time, because of the lack of available funds to take care of the cost of enlarging the present water system or connecting the institution with the Baltimore City water system.

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The following letter, dated May 8th, 1937, from Springfield State Hospital, was read and considered -

SPRINGFIELD STATE HOSPITAL

May 8th, 1937.

Mr. Joseph O'C. McCusker,  
Chief Deputy Comptroller,  
Annapolis, Maryland.

Dear Mr. McCusker:-

I enclose copy of resolution passed by the Board of Managers at the meeting of May 7th, relative to the use of \$35,000 of bond money due August 15, 1937, and request allocation of funds by the Board of Public Works for this purpose.

We are immediately proceeding to secure competent engineering advice and to make up specifications for bids which, of course, will be handled through the State Purchasing Bureau.

It is the desire of the Board that the \$55,000 due February 15, 1938 and the \$100,000 due August 15, 1938 be allocated for the construction of a new building for the care of the acute tuberculosis occurring among the patients committed to mental hospitals in Maryland. Work is progressing upon

definite plans and as soon as more definite data is available a further resolution will be presented for your consideration.

Very truly yours,

/s/ Era A. Darling, MDD  
Superintendent.

JOMcC/E

The Board approved the work proposed in the foregoing letter.

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The Secretary brought to the attention of the Board a copy of letter addressed by Mr. Elmer E. Hammond, State Engineer, to Mr. Walter R. Rudy, Automobile Commissioner, relative to the overloaded condition of the balcony at the office of the Commissioner of Motor Vehicles.

Mr. Blakeman said he was looking into the question to find out whether savings could be effected in the budget of the Commissioner of Motor Vehicles to provide the necessary funds to cover the cost of work of reinforcing the structure.

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The Secretary brought to the attention of the Board a letter written by Mr. Robert L. Swain, Secretary, Maryland Board of Pharmacy, dated July 30th, 1937, relative to the disposition of the balance to the credit of the Pharmacy Board at September 30th, 1936.

The Board gave the matter due consideration and decided there was nothing else to do under the law except approve the reversion of the balance at September 30th, 1936.

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The Secretary read to the Board a letter addressed to it by Mr. Wm. H. Blakeman, State Budget Director, calling attention to the fact that in the 1938-1939 budget there are some instances where persons receive salaries which are payable out of budget items listed under the heading of Expenses. Attention was called to Sections 5 and 7 of the new budget law. Mr. Blakeman recommended that approval be granted for the continuation of the payment of these salaries from items heretofore rather than have budget amendments approved transferring the amounts necessary to pay these salaries from expense items to salary items.

The Board was of the opinion that all salary items should clearly show under the heading of Salaries of Budgets, and that any amendments necessary to make transfers from expense items to salary items should be effected.

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There being no further business the meeting adjourned.

*Joseph O'Meluskey*  
Secretary.